

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

SB 1116 - HB 910

March 7, 2013

SUMMARY OF BILL: Requires the Department of Safety (DOS) to establish a database of emergency contacts of persons who hold driver licenses, learner permits, and identification cards. Establishes criteria by which the information may be used. Effective upon becoming law for purposes of promulgating rules and regulations; effective October 1, 2013 for all other purposes.

ESTIMATED FISCAL IMPACT:

**Increase State Expenditures – \$458,800/FY13-14
\$447,700/FY14-15 and Subsequent Years**

Assumptions:

- According to DOS, there are approximately 1,260,684 transactions annually at driver service centers.
- According to DOS, the one-time increase in state expenditures for the initial order of new registration forms will be \$80,000.
- A one-time increase in state expenditures of \$9,808 for programming costs for development of the online database.
- The time required for collecting and processing additional information on license registrations will require 12 additional Driver License Examiners positions.
- An average salary of \$22,356, average benefits of \$9,366, and approximately \$2,925 for supplies, uniforms, and training for a total recurring increase in state expenditures of \$34,647 ($\$22,356 + \$9,366 + \$2,925$) per position.
- A total recurring increase in state expenditures of \$415,764 (12 positions x \$34,647).
- Total one-time costs for these positions will be approximately \$28,800.
- One additional position in the Financial Responsibility Section will be required for processing information sent by postal mail or email, updating the database, and responding to phone calls.
- An additional one-time increase in state expenditures for this position of \$4,500.
- An additional recurring increase in state expenditures of \$31,886 (\$20,592 salary + \$9,094 benefits + \$2,200 supplies/other).
- The first year costs related to positions will be 75 percent of recurring costs (due to the October 1 effective date) plus the one-time costs associated with the positions, for an increase in state expenditures of \$369,037 [$(\$415,764 \times 75\%) + (\$31,886 \times 75\%) + \$28,800 + \$4,500$] in FY13-14.

- A total increase in state expenditures for FY13-14 of \$458,845 (\$369,037 + \$80,000 + \$9,808).
- The recurring increase in state expenditures for FY14-15 and subsequent years will be \$447,650 (\$415,764 + \$31,886).

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "Lucian D. Geise". The signature is fluid and cursive, with the first name "Lucian" written in a larger, more prominent script than the last name "Geise".

Lucian D. Geise, Executive Director

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